



VOLCANO BERHAD

Registration No: 201801004790 (1266804-D)
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2023**

VOLCANO BERHAD

(Incorporated in Malaysia)

Registration No: 201801004790 (1266804-D)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2023

	Individual Quarter		Cumulative Period	
	Current Quarter 31.12.2023 (Unaudited) RM'000	Corresponding Preceding Quarter 31.12.2022 (Unaudited) RM'000	Current Year-To- Date 31.12.2023 (Unaudited) RM'000	Corresponding Preceding Year-To- Date RM'000
Revenue	16,488	15,899	35,700	N/A
Cost of goods sold	(11,441)	(10,631)	(24,607)	N/A
Gross profit	5,047	5,268	11,093	N/A
Other income	965	260	1,650	N/A
Administrative and general expenses	(4,225)	(4,118)	(8,308)	N/A
Distribution expenses	(172)	(302)	(507)	N/A
Finance costs	(9)	(15)	(19)	N/A
Profit before tax	1,606	1,093	3,909	N/A
Tax expense	(367)	(256)	(950)	N/A
Profit for the period	1,239	837	2,959	N/A
Other comprehensive income				
Exchange differences on translation	812	1,901	127	N/A
Total comprehensive income	2,051	2,738	3,086	N/A
Profit attributable to:				
Owners of the Company	1,239	837	2,959	N/A
Non-controlling interest	-	-	-	N/A
Profit for the period	1,239	837	2,959	N/A
Total comprehensive income attributable to:				
Owners of the Company	2,051	2,738	3,086	N/A
Non-controlling interest	-	-	-	N/A
Total comprehensive income	2,051	2,738	3,086	N/A
Earnings per share attributable to owners of the Company:				
Basic (sen)	0.70	0.51	1.68	N/A
Diluted (sen)	0.70	0.51	1.68	N/A

Notes :

- (1) The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements of Volcano Berhad ("Company") and its subsidiary companies ("Group") for the financial period ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) The Company had on 26 May 2022 announced the change of its financial year end from 31 December to 30 June. The current quarter ended 31 December 2023 is the second quarter of the financial year ending 30 June 2024. As such, there are no comparative figures available for the corresponding cumulative periods of preceding year. The comparative figures for the corresponding individual quarter of preceding year are disclosed for reference purposes only.

N/A Not applicable.

VOLCANO BERHAD

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION AS AT 31 DECEMBER 2023

	As at 31.12.2023 (Unaudited) RM'000	As at 30.6.2023 (Audited) RM'000
NON-CURRENT ASSETS		
Property, plant and equipment	49,605	38,993
Intangible assets	349	389
Deferred tax assets	228	223
TOTAL NON-CURRENT ASSETS	<u>50,182</u>	<u>39,605</u>
CURRENT ASSETS		
Inventories	19,318	22,380
Trade and other receivables	15,444	19,170
Prepayments	948	863
Current tax assets	-	81
Cash and short-term deposits	32,143	16,824
TOTAL CURRENT ASSETS	<u>67,853</u>	<u>59,318</u>
TOTAL ASSETS	<u>118,035</u>	<u>98,923</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of Volcano Berhad		
Share capital	93,643	78,750
Other reserves	(64,973)	(65,100)
Retained earnings	74,965	72,006
TOTAL EQUITY	<u>103,635</u>	<u>85,656</u>
NON-CURRENT LIABILITIES		
Loans and borrowings	-	349
Lease liabilities	75	18
Employee benefits	352	302
Deferred tax liabilities	840	840
TOTAL NON-CURRENT LIABILITIES	<u>1,267</u>	<u>1,509</u>
CURRENT LIABILITIES		
Trade and other payables	7,850	10,054
Loans and borrowings	4,311	546
Lease liabilities	32	40
Current tax liabilities	940	738
Derivative financial liability	-	380
TOTAL CURRENT LIABILITIES	<u>13,133</u>	<u>11,758</u>
TOTAL LIABILITIES	<u>14,400</u>	<u>13,267</u>
TOTAL EQUITY AND LIABILITIES	<u>118,035</u>	<u>98,923</u>
Net assets per share (sen) (2)	57.06	51.91

Notes :

- (1) The Unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial period ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the Company's issued share capital of 181,630,000 ordinary shares as at 31 December 2023 and 165,000,000 ordinary shares as at 30 June 2023.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2023

	I----- Attributable to the owners of Volcano Berhad-----I				
	Share	Exchange	Reorganistion	Retained	Total
	capital	reserve	reserve	earnings	equity
	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2022	78,750	5,001	(68,000)	63,766	79,517
Prior year adjustments	-	(3,545)	-	3,471	(74)
Profit for the financial period	-	-	-	9,059	9,059
Other comprehensive income for the financial period	-	1,444	-	-	1,444
Dividends paid on shares	-	-	-	(4,290)	(4,290)
Balance as at 30 June 2023	<u>78,750</u>	<u>2,900</u>	<u>(68,000)</u>	<u>72,006</u>	<u>85,656</u>
Balance as at 1 July 2023	78,750	2,900	(68,000)	72,006	85,656
Issuance of shares pursuant to private placement	15,133	-	-	-	15,133
Share issuance expenses	(240)	-	-	-	(240)
Profit for the financial period	-	-	-	2,959	2,959
Other comprehensive income for the financial period	-	127	-	-	127
Balance as at 31 December 2023	<u>93,643</u>	<u>3,027</u>	<u>(68,000)</u>	<u>74,965</u>	<u>103,635</u>

Note :

- (1) The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial period ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2023

	Current Year-To-Date Ended 31.12.2023 (Unaudited) RM'000	Corresponding Preceding Year-To-Date (Unaudited) RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	3,909	N/A
Adjustments for:-		
Amortisation and Depreciation	2,345	N/A
Interest income	(435)	N/A
Interest expense	19	N/A
Employee benefits	43	N/A
Gain on disposal on property, plant and equipment	(28)	N/A
Unrealised loss on foreign exchange	847	N/A
Operating profit before working capital changes	6,700	N/A
Changes in:-		
Inventories	3,062	N/A
Receivables	3,641	N/A
Payables	(2,533)	N/A
Cash generated from operations	10,870	N/A
Net income tax paid	(685)	N/A
Net cash from operating activities	10,185	N/A
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	435	N/A
Proceeds from disposal of property, plant and equipment	62	N/A
Purchase of property, plant and equipment	(13,045)	N/A
Purchase of intangible assets	(8)	N/A
Net cash used in investing activities	(12,556)	N/A
CASH FLOWS FROM FINANCING ACTIVITIES		
Changes in pledged deposit	(34)	N/A
Drawdown of term loans	3,800	N/A
Interests paid	(19)	N/A
Payment of lease liabilities	(26)	N/A
Repayment of term loans	(22)	N/A
Repayment of hire purchase liabilities	(287)	N/A
Proceeds from issuance of shares	15,133	N/A
Net cash from financing activities	18,545	N/A
Net increase in cash and cash equivalents	16,174	N/A
Cash and cash equivalents at the beginning of financial period	14,324	N/A
Effect of exchange rate changes on cash and cash equivalents	(889)	N/A
Cash and cash equivalents at the end of the financial period	29,609	N/A
Analysis of cash and cash equivalents		
Cash and short-term deposits	32,143	N/A
Less : Pledged deposits	(2,534)	N/A
	29,609	N/A

Notes :

- (1) The Unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial period ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.
- (2) The Company had on 26 May 2022 announced the change of its financial year end from 31 December to 30 June. The current quarter ended 31 December 2023 is the second quarter of the financial year ending 30 June 2024. As such, there are no comparative figures available for the corresponding periods of preceding year.

N/A Not applicable.

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PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of Preparation of Financial Statements

This interim financial report has been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and Rule 9.22 of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

This interim financial report should be read in conjunction with the Audited Financial Statements of the Group for the financial period ended 30 June 2023 and the accompanying explanatory notes attached to this interim financial report.

The Company had on 26 May 2022 announced the change of its financial year end from 31 December to 30 June. The current quarter ended 31 December 2023 is the second quarter of the financial year ending 30 June 2024. As such, there are no comparative figures available for the corresponding cumulative periods of preceding year. The comparative figures for the corresponding individual quarter of preceding year are disclosed for reference purposes only.

A2. Changes in Accounting Policies

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial period ended 30 June 2023.

The amendments/improvements to the MFRS adopted by the Group with effect from 1 January 2023 are as follows:

MFRS 1 – First-time Adoption of Malaysian Financial Reporting Standards

MFRS 3 - Business Combinations

MFRS 7 – Financial Instruments : Disclosure

MFRS 9 - Financial Instruments

MFRS 10 - Consolidated Financial Statements

MFRS 16 – Leases

MFRS 101 – Presentation of Financial Statements

MFRS 107 – Statement of Cash Flows

MFRS 112 – Income Taxes

MFRS 116 – Property, Plant and Equipment

MFRS 121 – The Effects of Changes in Foreign Exchange Rate

MFRS 132 – Financial Instruments : Presentation

MFRS 137 - Provisions, Contingent Liabilities and Contingent Assets

The adoption of the above MFRSs did not have any material impact on the consolidated financial statements of the Group.

A3. Auditors’ Report on Preceding Annual Financial Statements

There was no qualification on the audited financial statements of the Group for the financial period ended 30 June 2023.

A4. Seasonal or Cyclical Factors

The business operations of the Group were not materially affected by any seasonal or cyclical factor during the current quarter under review.

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PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A5. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

A6. Changes in Estimates

There were no changes in estimates that had any material effects on the current quarter under review.

A7. Debt and Equity Securities

There were no issuances, repurchases or repayments of debt and equity securities during the current quarter under review.

A8. Dividends Paid

During the current quarter under review, a single-tier final dividend of 0.32 sen per ordinary share amounting to RM0.58 million in respect of the 18 months financial period ended 30 June 2023 was paid on 15 December 2023.

A9. Segmental Information

The Group is organised into business units based on their nature of business and has the following operating segments:

- (i) Nameplates; and
- (ii) Plastic injection moulded parts.

6 months ended 31 December 2023

	Nameplates RM'000	Plastic injection moulded parts RM'000	Total RM'000
Revenue	23,348	12,352	35,700
Results			
EBITDA*	4,195	2,107	6,302
Interest income	428	7	435
Interest expenses	(4)	(15)	(19)
Depreciation and amortisation	(1,413)	(932)	(2,345)
Tax expenses	(779)	(171)	(950)
Profit after tax	2,427	996	3,423
<u>Holding company</u>			
Miscellaneous expenses			(464)
Total profit after tax			2,959

Note :

* Earnings Before Interest, Tax, Depreciation and Amortisation.

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PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

The Group generates revenue from the following geographical locations of customers:

	Individual Quarter		Cumulative Period	
	Current Quarter 31.12.2023 RM'000	Corresponding Preceding Quarter 31.12.2022 RM'000	Current Year- To-Date 31.12.2023 RM'000	Corresponding Preceding Year-To-Date RM'000
Thailand	8,155	7,619	16,543	N/A
Singapore	6,515	6,515	15,009	N/A
Malaysia	749	704	1,409	N/A
United States of America	403	441	1,158	N/A
Indonesia	328	436	776	N/A
China	189	118	385	N/A
Others	149	66	420	N/A
	16,488	15,899	35,700	N/A

Note :

N/A Not applicable.

A10. Related Party Transaction Disclosures

Save as disclosed below, there were no related party transactions during the current quarter under review.

	Individual Quarter		Cumulative Period	
	Current Quarter 31.12.2023 RM'000	Corresponding Preceding Quarter 31.12.2022 RM'000	Current Year-To- Date 31.12.2023 RM'000	Corresponding Preceding Year-To-Date RM'000
Recurrent related party transaction with a company which is controlled by a Director : - rental of marketing space at a monthly rental of RM1,000	3	3	6	N/A

Note :

N/A Not applicable.

A11. Valuation of Property, Plant and Equipment

There were no valuation of property, plant and equipment during the current quarter under review.

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PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

A12. Capital Commitments

Save as disclosed below, there were no material capital commitments in respect of property, plant and equipment as at the end of the reporting quarter under review.

	As at 31.12.2023 (Unaudited) RM'000
Approved and contracted for: Purchase of property, plant and equipment	516
Approved and not contracted for: Purchase of property, plant and equipment	938

A13. Derivatives Financial Instruments

There were no outstanding derivatives financial instruments entered into by the Group as at the date of this interim financial report.

There was no change to the cash requirements of the derivatives, related accounting policies, risk associated with the derivatives and the risk management objectives and policies to mitigate these risks since the previous financial year.

A14. Contingent Assets and Liabilities

Save for the corporate guarantees of Thai Baht 64 million and RM17.80 million provided by the Company to two banks for its subsidiaries' banking facilities, there were no contingent assets and contingent liabilities as at the date of this interim financial report.

A15. Changes in Composition of The Group

There were no changes in the composition of the Group during the current quarter under review.

A16. Material Events Subsequent to The End of The Current Quarter

Save as disclosed in Note B6 below, there were no material events subsequent to the end of the current quarter under review.

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PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance - Comparison with Corresponding Preceding Quarter and Cumulative Period

	Individual Quarter				Cumulative Period			
	Corresponding				Current Year-To- Date 31.12.2023 (Unaudited)	Corresponding		
	Current Quarter 31.12.2023 (Unaudited)	Preceding Quarter 31.12.2022 (Unaudited)	Variance			Preceding Year-To- Date	Variance	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	16,488	15,899	589	3.70%	35,700	N/A	-	-
Profit before tax	1,606	1,093	513	46.94%	3,909	N/A	-	-
Profit for the period	1,239	837	402	48.03%	2,959	N/A	-	-
Profit attributable to the owners of the Company	1,239	837	402	48.03%	2,959	N/A	-	-

Note :

N/A Not applicable.

The Group's revenue for the current quarter increased by approximately RM0.59 million or 3.70% to RM16.49 million from RM15.90 million in the corresponding quarter of preceding financial period. This was mainly due to higher sales of our products in both segments to our key customers in the electrical & electronics industry. The nameplates segment and the plastic injection moulded parts segment contributed revenue of RM10.49 million (63.61%) and RM6.00 million (36.39%) respectively for the current quarter.

The Group's profit after tax for the current quarter increased by approximately RM0.40 million or 48.03% to RM1.24 million from RM0.84 million in the corresponding quarter of preceding financial period. This was mainly due to higher revenue as explained above and higher foreign exchange gain as a result of weakening RM during the current quarter.

B2. Performance Review - Comparison with Immediate Preceding Quarter

	Current	Immediate	Variance	
	Quarter	Preceding		
	31.12.2023	Quarter		
	(Unaudited)	30.9.2023		
	RM'000	RM'000	RM'000	%
Revenue	16,488	19,212	(2,724)	(14.18)
Profit before tax	1,606	2,303	(697)	(30.26)
Profit for the period	1,239	1,720	(481)	(27.97)
Profit attributable to the owners of the Company	1,239	1,720	(481)	(27.97)

The Group's revenue for the current quarter decreased by approximately RM2.72 million or 14.18% to RM16.49 million from RM19.21 million in the previous quarter. This was mainly due to lower sales of our products in the nameplates segment to our key customer in the electrical & electronics industry.

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PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

The Group's profit after tax for the current quarter decreased by approximately RM0.48 million or 27.97% to RM1.24 million from RM1.72 million in the previous quarter. This was mainly due to lower revenue generated from the nameplates segment as explained above.

B3. Commentary on Prospects

The sales demand for the nameplates segment and the plastic injection moulding parts segment is expected to be challenging amid the rising global economic concerns over inflation and softening demand from our products' end-user industries. Barring any unforeseen circumstances such as disruption to the supply chain and potential economic slowdown, we are of the opinion that our financial results for the financial year ending 30 June 2024 will remain favourable.

B4. Profit Forecast

Not applicable.

B5. Tax Expense

	Current Quarter 31.12.2023 RM'000	Current Year -To-Date 31.12.2023 RM'000
Income tax	367	950
Deferred tax	-	-
Total tax expense	367	950
Effective tax rate (%)	22.85	24.30

The effective tax rate of the Group for the current year-to-date was higher than the statutory tax rates of 20% for Thailand and 24% for Malaysia. This was mainly due to non-deductible expenses.

B6. Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this interim financial report except for the following:

- (1) The Company had on 15 March 2023, announced a private placement of up to 49,500,000 new ordinary shares in the Company ("Shares"), representing up to 30% of Shares in issue (excluding treasury shares, if any) ("Private Placement"). The Private Placement was approved by Bursa Securities on 6 July 2023 and shareholders of the Company at an extraordinary general meeting held on 15 August 2023. On 4 September 2023, the Company had issued and allotted the first tranche of 16,630,000 new Shares at an issue price of RM0.91 per Share, which was listed on the ACE Market of Bursa Securities on 6 September 2023. Subsequently, Bursa Securities had on 9 January 2024 granted the Company an extension of time until 5 July 2024 to complete the implementation of the Private Placement.

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PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

- (2) On 26 April 2023 and 25 May 2023, Volcano Name Plate Sdn. Bhd., a wholly-owned subsidiary of the Company, had entered into a term sheet and a sale and purchase agreement with G2 Gold (M) Sdn. Bhd. to purchase a leasehold industrial land (for 60-year term expiring on 6 October 2054) identified as Lot 5999 (PN 7074), Mukim 11, District of Seberang Perai Tengah, Pulau Pinang measuring approximately 4,054 square metres (approximately 43,637 square feet ("sq ft") in land area, with a one-storey factory and a two-storey office with total built up area of approximately 29,753 sq ft erected thereon and bearing postal address No. 1589, Lorong Perusahaan Utama 2, Kawasan Perusahaan Bukit Tengah, 14000 Bukit Mertajam, Pulau Pinang for a cash purchase price of RM10,200,000. The transaction was completed on 28 November 2023 in accordance with the terms of the sale and purchase agreement.

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PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B7. Utilisation of Proceeds from Private Placement

The status of utilisation of proceeds from the first tranche of the Private Placement as at the date of this interim financial report is as follows:

Details of utilisation	Proposed utilisation RM'000	Proceeds from the first tranche RM'000	Actual utilisation RM'000	Balance unutilised RM'000	Estimated timeframe for utilisation
		(A)	(B)	(A-B)	
Construction of a factory by Volcano Tec (Thailand) Co., Ltd.	32,800		-		Within 24 months
Proposed acquisition of a property by Volcano Name Plate Sdn Bhd	5,200		(5,200)		Within 12 months
Working capital	3,328		(894)		Within 24 months
Estimated expenses for the Private Placement	1,440		(394)		Within 1 month
Total	42,768	15,133	(6,488)	8,645	

B8. Trade and Other Receivables

The Group grants credit on various terms. Trade receivables disclosed below include amounts that are past due at the end of the reporting period but have not been recognised as receivables subject to impairment as there has not been a significant change in credit quality and are still considered recoverable by the management.

	As at 31.12.2023 (Unaudited) RM'000	As at 30.6.2023 (Audited) RM'000
Trade receivables	14,317	17,016
Less : Allowance for impairment	-	-
	14,317	17,016
Other receivables	1,127	2,154
Total	15,444	19,170
<u>Ageing analysis of trade receivables</u>		
Neither past due nor impaired	12,405	15,720
1 – 30 days	1,845	1,149
31 – 60 days	67	131
61 – 90 days	-	16
91 – 120 days	-	-
More than 120 days	-	-
	14,317	17,016
Less : Allowance for impairment	-	-
Total	14,317	17,016

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PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B9. Borrowings

	As at 31.12.2023 (Unaudited) RM'000	As at 30.6.2023 (Audited) RM'000
Secured:		
Loans and borrowings	4,311	895
Lease liabilities	107	58
	4,418	953
Disclosed as:		
Current liabilities	4,343	586
Non-current liabilities	75	367
	4,418	953
Currency profile:		
RM	3,834	57
Thai Baht	584	896

The secured loans and borrowings are secured against the land bearing title deed no. 15241, Tambol Mabyangporn, Amphur Pluakdaeng, Rayong, Thailand owned by Volcano Tec (Thailand) Co. Ltd. (a wholly-owned subsidiary of the Company) with buildings erected thereon, the land bearing title deed no. Lot 5999 (PN 7074), Mukim 11, District of Seberang Perai Tengah, Pulau Pinang owned by Volcano Name Plate Sdn Bhd (a wholly-owned subsidiary of the Company) with buildings erected thereon, pledged deposits and corporate guarantees by the Company. The effective interest rate of the borrowings ranged from 2.35% to 4.50% per annum (30 June 2023 : 2.35% to 3.875%).

B10. Changes in Material Litigation

There is no litigation or arbitration against the Group, which has a material effect on the financial position of the Group, and the Board of Directors of the Company ("Board") is not aware of any material proceedings pending or of any fact likely to give rise to any proceedings as at the date of this interim financial report.

B11. Dividend

A final dividend of 0.32 sen per ordinary share in respect of the financial period ended 30 June 2023 was declared on 6 October 2023 and paid on 15 December 2023. This final dividend was recognised in the financial statements of the Group for the financial year ending 30 June 2024.

The Board had on 21 February 2024 declared a single-tier interim dividend of 0.50 sen per ordinary share in respect of the financial year ending 30 June 2024. The details of the entitlement and payment dates of the aforesaid dividend will be determined and announced later.

B12. Fair Value Changes of Financial Liabilities

There were no gains/losses arising from fair value changes of financial liabilities for the current quarter and financial year-to-date under review.

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PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B13. Earnings Per Share (“EPS”)

	Individual Quarter		Cumulative Period	
	Current Quarter 31.12.2023	Corresponding Preceding Quarter 31.12.2022	Current Year- To-Date 31.12.2023	Corresponding Preceding Year-To-Date
Profit attributable to Owners of the Company (RM'000)	1,239	837	2,959	N/A
Weighted average number of ordinary shares in issue ('000)	175,755	165,000	175,755	N/A
Basic EPS (sen) ⁽¹⁾	0.70	0.51	1.68	N/A
Diluted EPS (sen) ⁽²⁾	0.70	0.51	1.68	N/A

Notes :

(1) *Basic EPS is calculated by dividing profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the respective periods.*

(2) *Diluted EPS is equivalent to the basic EPS as the Company did not have dilutive potential ordinary shares during the current quarter under review.*

N/A *Not applicable.*

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VOLCANO BERHAD

(Incorporated in Malaysia)

Registration No: 201801004790 (1266804-D)

PART B: EXPLANATORY NOTES PURSUANT TO ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B14. Notes to the Profit Before Tax

Profit before tax is arrived at after charging/ (crediting):

	Individual Quarter		Cumulative Period	
	Current Quarter 31.12.2023 RM'000	Corresponding Preceding Quarter 31.12.2022 RM'000	Current Year To-date 31.12.2023 RM'000	Corresponding Preceding Year-To-date RM'000
Interest expenses	9	15	19	N/A
Interest income	(270)	(76)	(435)	N/A
Dividend income	-	-	-	N/A
Amortisation and depreciation	1,202	1,023	2,345	N/A
Net impairment of inventories	-	85	-	N/A
Gain on disposal of property, plant and equipment	(3)	(15)	(28)	N/A
(Gain)/Loss on foreign exchange:				
- realised	(189)	(146)	(503)	N/A
- unrealised	204	1,415	847	N/A
Fair value gain on derivatives	-	(138)	(165)	N/A
Provision for and write off of receivables	-	-	-	N/A

Note :

N/A Not applicable.

By Order of the Board
21 February 2024